

Council on Postsecondary Education Endowment Match Program Synopsis of 2000-01 Annual Reports

Since its inception in 1998, the Bucks for Brains program has been an unqualified success in helping Kentucky's public universities increase their endowments and attract quality researchers dedicated to advancing knowledge, developing products, building businesses, and improving the health and well-being of our fellow citizens. As of June 30, 2001, the eight public universities have added more than \$340 million to their endowments through the program (see Table 1). Outstanding pledges total \$66.8 million; about \$38 million had not been matched as of June 30, 2001. Most of the money was used to create 94 new endowed chairs and 153 new endowed professorships.

During fiscal year 2000-01, Kentucky's public universities or their foundations received \$84.5 million in gifts and pledges that were matched with \$83.2 million in state funds through the program (see Table 2). The 2000-01 endowments support 23 chairs and 55 professorships (see Figure 3 and Table 3).

Annual Reports

In September 2001, the Subcommittee on Endowment Match Program Guidelines Review asked the council staff to revise the annual reporting procedures. The council staff delayed submission of the 2001 annual reports until the subcommittee completed their work and a new format was developed. The new procedures were forwarded to the institutions in February with instructions that they submit their June 30, 2001, annual reports to the council by April 1, 2002. In the future, the annual reports will be due October 15.

The annual reports include both summary and detailed endowment information. The summaries contain general information on all match-program endowments, including endowment activities, demographic information, gifts and pledges matched, and statements of changes in endowment value. The institutional summaries are included in this document and are also available on the council's Website (www.cpe.state.ky.us).

The detailed reports contain program and financial information on each endowment. For example, program narratives identify the holders of endowed chairs and professorships, support services, entrepreneurial partnerships, internal and external collaboration, intellectual property, and student outcomes. Financial information includes gift and pledge amounts, pledge payment schedules, budgeted and expended investment income, sponsored program funding levels, and the creation of intellectual property. Per council guidelines, the governing boards will review and approve future annual reports. The detailed endowment reports are available upon request.

Current Status

As of April 30, 2002, Kentucky's public universities have matched all of the 1998-2000 \$110 million appropriation and have matched \$108.4 million of the \$120 million appropriation for 2000-02. In a recent survey, representatives from every institution indicated that they would fully match their 2000-02 allocations by June 30, 2002.

The number of endowed chairs and professorships supported through the Endowment Match Program continues to rise. Before the program was implemented in 1998, the universities had a total of 48 endowed chairs and 58 endowed professorships. As of April 30, 2002, an additional 105 chairs and 158 professorships have been endowed through the program.